## AMENDED IN SENATE JULY 11, 2001

## CALIFORNIA LEGISLATURE-2001-02 REGULAR SESSION

## ASSEMBLY BILL

No. 1734

Introduced by Committee on Utilities and Commerce (Wright (Chair), Calderon, Canciamilla, Cardenas, Diaz, Nation, Papan, Reyes, and Wesson)

(Principal coauthor: Senator Polanco)

March 26, 2001

An act to amend Section <del>709</del> 278 of the Public Utilities Code, relating to telecommunications.

## LEGISLATIVE COUNSEL'S DIGEST

AB 1734, as amended, Committee on Utilities and Commerce. Telecommunications services.

Existing law establishes the Deaf and Disabled Telecommunications Program Administrative Committee to advise the Public Utilities Commission regarding the implementation, development, and administration of programs to provide specified telecommunications services and equipment to persons who are deaf or disabled. Existing law establishes the Deaf and Disabled Telecommunications Program Administrative Committee Fund in the State Treasury to carry out the programs pursuant to the commission's direction, control, and approval, and requires the commission to report to the Governor and the Legislature regarding a transition plan for programs associated with the fund.

This bill would authorize the commission, in carrying out its responsibilities and functions relating to the fund, to enter into **AB 1734** - 2 —

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contracts with agencies, including nonprofit entities, currently providing services to the deaf and disabled.

Existing law, the Public Utilities Act, sets forth the findings and declarations of the Legislature that a policy for telecommunications in California is to encourage the development and deployment of new technologies and the equitable provision of services in a way that efficiently meets consumer need and encourages the availability of a wide choice of state-of-the-art services.

This bill, in addition, would refer to encouraging the development and deployment of the infrastructure needed to support the new technologies.

Vote: majority. Appropriation: no. Fiscal committee: no-yes. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 709 of the Public Utilities Code is amended to read:
- 3 SECTION 1. The Legislature finds and declares all of the following: 4
- 5 (a) The Public Utilities Commission issued in May 2001, a proposed transition plan regarding the transfer of six funds to the 7 State Treasury associated with telecommunications public programs created and operated by the commission.
  - (b) This act is intended to preserve the existing infrastructure of providers of service under the programs created with the six funds by allowing the commission, to the extent feasible, to contract with the network of existing service providers.
- SEC. 2. Section 278 of the Public Utilities Code is amended 14 to read:
- 15 278. (a) (1) There is hereby created the Deaf and Disabled Telecommunications Program Administrative Committee, which 16 is an advisory board to advise the commission regarding the 17 development, implementation, and administration of programs to 18 provide specified telecommunications services and equipment to 19 persons in this state who are deaf or disabled, as provided for in 20 21 Sections 2881, 2881.1, and 2881.2, and to carry out the programs 22 pursuant to the commission's direction, control, and approval.
- (2) In addition to the membership qualifications established by 23 the commission pursuant to subdivision (a) of Section 271, the

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commission shall establish qualifications for persons to serve as members of the Deaf and Disabled Telecommunications Program Administrative Committee to achieve appropriate representation by the consumers of telecommunications services for the deaf and disabled.

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- (b) All revenues collected by telephone corporations in rates authorized by the commission to fund the programs specified in subdivision (a) shall be submitted to the commission pursuant to a schedule established by the commission. The commission shall transfer the moneys received to the Controller for deposit in the Deaf and Disabled Telecommunications Program Administrative Committee Fund. All interest earned by moneys in the fund shall be deposited in the fund. Any unexpended revenues collected prior to the operative date of this section shall be submitted to the commission, and the commission shall transfer those moneys to the Controller for deposit in the Deaf and Disabled Telecommunications Program Administrative Committee Fund. In addition, those revenues that are collected pursuant to subdivision (d) of Section 2881 shall be accounted for separately, as required by subdivision (b) of Section 2881.2, and deposited in the fund created by the commission pursuant to subdivision (b) of Section 2881.2.
- (c) In order for the commission to carry out its responsibilities related to the Deaf and Disabled Telecommunications Program, the commission shall, to the extent feasible, contract with agencies, including nonprofit entities, currently providing services to the deaf and disabled.
- (d) Moneys appropriated from the Deaf and Disabled Telecommunications Program Administrative Committee Fund to the commission shall be utilized exclusively by the commission for the program specified in subdivision (a), including all costs of the board and the commission associated with the administration and oversight of the program and the fund.
- 709. The Legislature hereby finds and declares that the policies for telecommunications in California are as follows:
- (a) To continue our universal service commitment by assuring the continued affordability and widespread availability of high-quality telecommunications service to all Californians.
- (b) To encourage the development and deployment of new technologies and the infrastructure required to support them, and

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 the equitable provision of services in a way that efficiently meets consumer need and encourages the ubiquitous availability of a wide choice of state-of-the-art services.

- (c) To promote economic growth, job creation, and the substantial social benefits that will result from the rapid implementation of advanced information and communications technologies by adequate long-term investment in the necessary infrastructure.
- (d) To promote lower prices, broader consumer choice, and avoidance of anticompetitive conduct.
- (e) To remove the barriers to open and competitive markets and promote fair product and price competition in a way that encourages greater efficiency, lower prices, and more consumer choice.